

COURIER

EGMA 4444

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Chief of Mission, Frankfurt

19 March 1953

Attn: ☐

Chief of Base, Munich

REDSOX/Administrative

AESAURUS - Budget Estimate for FY 1954 on CACCOLA-1

1. The attached estimate of CACCOLA-1 budget requirements for FY 1954 is forwarded to ☐ for inclusion in the over-all AESAURUS budget, FI Section. In making this estimate, several imponderables have had to be considered, with the result that it has been difficult to be precise in forecasting the expenses with which we will be faced in the next fiscal year. The experience of the CACCOLA-1 School in Germany has provided an excellent yardstick as far as expenses for the part of the year to be spent in Germany is concerned. However, we can only roughly gauge our requirements with regard to training in the States, since little information is available by which we are able to judge. Also a number of assumptions enter into this estimate which will be briefly discussed below.
2. It should be borne in mind that our present plans call for increasing the scope of agent training in the States. This will of course necessitate additional instructors as well as trainees. The move of the CACCOLA school here to the States is considered in the Budget on the basis of Army transportation being made available for the trip. Should the instructors, their dependents, and the trainees have to be transported by commercial means -- which hardly seems feasible -- there would be considerable additional expense to be added to the presently estimated budget.
3. The salaries of instructors and trainees, which of necessity must be increased considerably in terms of Stateside living conditions, have been computed on the basis of the suggested figures sent us in DIR 42807. We have also attempted to take into consideration other probable increases in the costs of CACCOLA-1 in the U.S. These, as can be seen, amount to a sizeable over-all increase in the overhead of the project, but it must be remembered that at the same time we are planning to expand the scope of CACCOLA-1 operations.
4. The cost of housing in the U.S. is not now included in the budget estimate. As is known, housing in Germany does not constitute an expense of the project, except in terms of upk ep. We assume that housing will be similarly made available for the project in the States.
5. The Commo section of the budget, which last year was approved at \$11,000, is not included in this estimate and is left for Headquarters consideration.
6. It is suggested that the above considerations be incorporated in ☐ remarks on the overall AESAURUS budget for FY 1954.

Approved: ☒

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